The Gathering Place: A Refuge for Rebuilding Lives

Financial Statements

September 30, 2025 and 2024

(With Independent Auditor's Report Thereon)

Kundinger, Corder & Montoya, P.C.

Certified Public Accountants

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Independent Auditor's Report

Board of Directors
The Gathering Place: A Refuge for Rebuilding Lives

Opinion
We have audited the accompanying financial statements of The Gathering Place: A Refuge for Rebuilding Lives (TGP), which comprise the statements of financial position as of September 30, 2025 and 2024, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of TGP as of September 30, 2025 and 2024, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America (GAAP).

Basis for Opinion
We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of TGP and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements
Management is responsible for the preparation and fair presentation of the financial statements in accordance with GAAP, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, which raise substantial doubt about TGP's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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Board of Directors
The Gathering Place: A Refuge for Rebuilding Lives

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of TGP’s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, which raise substantial doubt about TGP's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Kundinger, Corder & Montoya, P.C.

February 26, 2026

The Gathering Place: A Refuge for Rebuilding Lives

Statements of Financial Position

September 30, 2025 and 2024

		2025	2024
Assets			
Cash and cash equivalents	$	159,775	121,077
Contributions receivable (note 3)		327,022	704,692
Grants receivable		323,579	299,794
Prepaid expenses and other assets		80,826	95,314
Investment in money market funds (note 4)		74	20
Beneficial interest in assets held by others (notes 4, 5, and 9)		256,017	794,115
Property and equipment, net (note 6)		4,512,977	4,694,877
Total assets	$	5,660,270	6,709,889
Liabilities and Net Assets			
Liabilities			
Accounts payable and accrued liabilities	$	324,627	306,005
Line of credit (note 7)		–	200,000
Notes and loan payable (note 8)		1,880,783	1,989,645
Total liabilities		2,205,410	2,495,650
Net assets (notes 9 and 10)			
Net assets without donor restrictions			
Board designated		16,346	501,624
Undesignated		3,006,217	3,265,015
		3,022,563	3,766,639
Net assets with donor restrictions		432,297	447,600
Total net assets		3,454,860	4,214,239
Commitments (notes 7, 11, and 14)			
Total liabilities and net assets	$	5,660,270	6,709,889

See the accompanying notes to the financial statements.

The Gathering Place: A Refuge for Rebuilding Lives
Statement of Activities
Year Ended September 30, 2025

		Without donor restrictions	With donor restrictions	Total
Support and revenue				
Contributions	$	1,517,623	736,858	2,254,481
Government grants		390,761	–	390,761
Program service fees		1,573,756	–	1,573,756
Contributed goods and services (note 12)		314,266	–	314,266
Other income		3,516	–	3,516
Net assets released from restrictions (note 9)		756,489	(756,489)	–
Total support and revenue		4,556,411	(19,631)	4,536,780
Expenses				
Program services				
Meet Basic Needs		2,927,471	–	2,927,471
Supporting Stability		1,242,729	–	1,242,729
Total program services		4,170,200	–	4,170,200
Supporting services				
General and administrative		484,635	–	484,635
Fundraising and development		398,781	–	398,781
Total supporting services		883,416	–	883,416
Total expenses before depreciation and interest		5,053,616	–	5,053,616
Change in net assets before depreciation, interest, and change in beneficial interest in assets held by others		(497,205)	(19,631)	(516,836)
Depreciation		(214,844)	–	(214,844)
Interest expense		(89,602)	–	(89,602)
Change in beneficial interest in assets held by others (note 5)		57,575	4,328	61,903
Change in net assets		(744,076)	(15,303)	(759,379)
Net assets at beginning of year		3,766,639	447,600	4,214,239
Net assets at end of year	$	3,022,563	432,297	3,454,860

See the accompanying notes to the financial statements.

The Gathering Place: A Refuge for Rebuilding Lives
Statement of Activities
Year Ended September 30, 2024

	Without donor restrictions	With donor restrictions	Total
Support and revenue			
Contributions	$ 2,459,637	779,361	3,238,998
Government grants	710,319	–	710,319
Program service fees	640,927	–	640,927
Contributed goods and services (note 12)	221,920	–	221,920
Other income	10,337	–	10,337
Net assets released from restrictions (note 9)	926,366	(926,366)	–
Total support and revenue	4,969,506	(147,005)	4,822,501
Expenses			
Program services			
Meet Basic Needs	3,320,412	–	3,320,412
Supporting Stability	936,533	–	936,533
Total program services	4,256,945	–	4,256,945
Supporting services			
General and administrative	665,712	–	665,712
Fundraising and development	547,997	–	547,997
Total supporting services	1,213,709	–	1,213,709
Total expenses before depreciation and interest	5,470,654	–	5,470,654
Change in net assets before depreciation, interest, and change in beneficial interest in assets held by others	(501,148)	(147,005)	(648,153)
Depreciation	(231,270)	–	(231,270)
Interest expense	(90,861)	–	(90,861)
Change in beneficial interest in assets held by others (note 5)	102,611	44,475	147,086
Change in net assets	(720,668)	(102,530)	(823,198)
Net assets at beginning of year	4,487,307	550,130	5,037,437
Net assets at end of year	$ 3,766,639	447,600	4,214,239

See the accompanying notes to the financial statements.

The Gathering Place: A Refuge for Rebuilding Lives
Statement of Functional Expenses
Year Ended September 30, 2025

	Meet Basic Needs	Supporting Stability	Total program activities	General and administrative	Fundraising and development	Total supporting activities	Total
Salaries	$ 1,525,266	647,477	2,172,743	340,703	280,031	620,734	2,793,477
Employee benefits	203,694	86,471	290,165	14,827	3,777	18,604	308,769
Payroll taxes	132,559	56,271	188,830	25,653	21,931	47,584	236,414
Assistance to individuals	248,472	105,481	353,953	–	2,668	2,668	356,621
Occupancy costs	350,139	148,635	498,774	15,719	8,366	24,085	522,859
Information technology	131,492	55,822	187,314	20,117	58,213	78,330	265,644
Printing and publications	1,158	493	1,651	143	4,307	4,450	6,101
Professional services	70,339	29,859	100,198	39,162	–	39,162	139,360
Marketing	–	–	–	–	15,355	15,355	15,355
Insurance	31,510	13,376	44,886	2,537	792	3,329	48,215
Postage and shipping	286	121	407	–	–	–	407
Dues and subscriptions	7,834	3,327	11,161	3,287	195	3,482	14,643
Supplies	7,052	2,995	10,047	–	–	–	10,047
Miscellaneous	7,039	2,989	10,028	2,215	461	2,676	12,704
Bank fees	787	334	1,121	1,172	2,685	3,857	4,978
Travel	2,637	1,119	3,756	–	–	–	3,756
Contributed supplies	207,207	87,959	295,166	–	–	–	295,166
Donated professional services	–	–	–	19,100	–	19,100	19,100
Total functional expenses before depreciation and interest	2,927,471	1,242,729	4,170,200	484,635	398,781	883,416	5,053,616
Depreciation	143,581	60,950	204,531	6,703	3,610	10,313	214,844
Interest expense	60,233	25,569	85,802	2,470	1,330	3,800	89,602
Total expenses	$ 3,131,285	1,329,248	4,460,533	493,808	403,721	897,529	5,358,062

See the accompanying notes to the financial statements.

The Gathering Place: A Refuge for Rebuilding Lives

Statement of Functional Expenses

Year Ended September 30, 2024

	Meet Basic Needs	Supporting Stability	Total program activities	General and administrative	Fundraising and development	Total supporting activities	Total
Salaries	$ 1,872,271	528,077	2,400,348	460,266	386,112	846,378	3,246,726
Employee benefits	267,981	75,588	343,569	30,618	28,404	59,022	402,591
Payroll taxes	156,273	44,078	200,351	35,215	29,878	65,093	265,444
Assistance to individuals	331,019	93,362	424,381	–	–	–	424,381
Occupancy costs	283,978	80,096	364,074	22,723	6,360	29,083	393,157
Information technology	133,248	37,583	170,831	35,219	67,535	102,754	273,585
Printing and publications	1,193	337	1,530	646	6,183	6,829	8,359
Professional services	53,537	15,100	68,637	55,735	1,225	56,960	125,597
Marketing	–	–	–	–	10,114	10,114	10,114
Insurance	29,100	8,208	37,308	5,474	658	6,132	43,440
Postage and shipping	3,460	977	4,437	–	9,150	9,150	13,587
Dues and subscriptions	10,296	2,905	13,201	5,213	115	5,328	18,529
Supplies	6,992	1,972	8,964	2,010	–	2,010	10,974
Miscellaneous	2,826	798	3,624	1,778	448	2,226	5,850
Bank fees	906	256	1,162	1,215	1,794	3,009	4,171
Travel	1,723	485	2,208	–	21	21	2,229
Contributed supplies	165,609	46,711	212,320	–	–	–	212,320
Donated professional services	–	–	–	9,600	–	9,600	9,600
Total functional expenses before depreciation and interest	3,320,412	936,533	4,256,945	665,712	547,997	1,213,709	5,470,654
Depreciation	171,732	48,437	220,169	7,216	3,885	11,101	231,270
Interest expense	67,752	19,109	86,861	2,600	1,400	4,000	90,861
Total expenses	$ 3,559,896	1,004,079	4,563,975	675,528	553,282	1,228,810	5,792,785

See the accompanying notes to the financial statements.

The Gathering Place: A Refuge for Rebuilding Lives

Statements of Cash Flows

Years Ended September 30, 2025 and 2024

		2025	2024
Cash flows from operating activities			
Change in net assets	$	(759,379)	(823,198)
Adjustments to reconcile change in net assets to net cash used in operating activities:			
Depreciation		214,844	231,270
Change in operating assets and liabilities			
Contributions receivable		377,670	(385,083)
Grants receivable		(23,785)	(229,626)
Prepaid expenses and other assets		14,488	25,713
Accounts payable and accrued liabilities		18,622	(47,252)
Net cash used in operating activities		(157,540)	(1,228,176)
Cash flows from investing activities			
Net (purchases) sales of investments		(54)	28
Decrease in beneficial interest in assets held by others		538,098	852,915
Purchases of property and equipment		(32,944)	–
Net cash provided by investing activities		505,100	852,943
Cash flows from financing activities			
Payments on notes payable		(108,862)	(104,692)
(Payments) proceeds on line of credit		(200,000)	200,000
Net cash (used in) provided by financing activities		(308,862)	95,308
Increase (decrease) in cash and cash equivalents		38,698	(279,925)
Cash and cash equivalents, beginning of year		121,077	401,002
Cash and cash equivalents, end of year	$	159,775	121,077
Additional cash flow information			
Interest paid	$	89,602	90,861

See the accompanying notes to the financial statements.

(1) Summary of Significant Accounting Policies

(a) General

Founded in 1986, The Gathering Place (TGP) is a Denver-based nonprofit organization dedicated to supporting women, gender-diverse people, and their children experiencing poverty and housing instability. TGP provides low-barrier access to safety, essential resources, and community to help members build stable lives grounded in home, health, purpose, and connection. TGP refers to individuals who access services as *members*, reflecting the organization's commitment to dignity, belonging, and relationship-centered care. All services are provided free of charge and are delivered using trauma-informed, person-centered practices.

TGP's services are organized into two primary areas: Essential Services and Stability Services.

Essential Services: TGP provides a welcoming daytime refuge where members can meet immediate basic needs in a safe and inclusive environment. Essential Services includes the following: Nutritious meals served daily, showers and hygiene services, laundry facilities, mail and storage services, clothing distribution, rest space, access to computer lab, resource referrals and information.

Family-focused services provide a safe, developmentally supportive environment for children while parents or guardians access services and programing.

Stability Services: TGP supports members in moving from crisis toward long-term stability through relationship-based support and coordinated services. Stability Services include the following: Resource navigation, housing-focused case management, benefits assistance and referrals, employment and education support, creative and therapeutic programming. Stability services also include wellness program services, which connect members to mental health support, partner providers, and health-related resources.

Through partnerships and warm referrals, TGP works to reduce barriers and improve access to housing, healthcare, public benefits, and community-based support.

On March 20, 2024, TGP began operating Elati Village, in partnership with the City and County of Denver to help individuals experiencing homelessness move toward stable, permanent housing.

Elati Village consists of 44 individual units that serve single adult woman and gender-diverse individuals, including nonbinary and transgender adults. The site is managed by TGP and provides onsite support services designed to promote housing stability and connection to community resources.

Elati Village is an integral part of the City and County of Denver's coordinated effort to reduce and ultimately end homelessness.

(1) Summary of Significant Accounting Policies, Continued

(b) Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting and, accordingly, reflect all significant receivables, payables, and other liabilities.

(c) Financial Statement Presentation

TGP is required to present information regarding its financial position and activities according to the following net asset classifications:

Net assets without donor restrictions – Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of TGP. These net assets may be used at the discretion of TGP's management and the Board of Directors.

Net assets with donor restrictions – Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of TGP or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

(d) Measure of Operations

The statements of activities report all changes in net assets, including changes in net assets before depreciation, interest, and change in beneficial interest in assets held by others.

(e) Cash and Cash Equivalents

For purposes of the statements of cash flows, TGP considers all highly liquid investments with an initial maturity of three months or less, and which are not held as part of an investment portfolio or restricted by donors for long-term purposes, to be cash equivalents.

(f) Concentrations of Credit Risk

Financial instruments which potentially subject TGP to concentrations of credit risk consist of cash and cash equivalents, beneficial interest in assets held by others, and receivables. TGP deposits its cash and cash equivalents with creditworthy, high quality, financial institutions. At times throughout the year, a portion of TGP's cash is not insured.

The assets in the beneficial interest in assets held by others are managed by The Denver Foundation and monitored by the TGP Board of Directors. Though the market value of investments is subject to fluctuations on a year-to-year basis, management believes the investment policy is prudent for the long-term welfare of TGP. Credit risk with respect to receivables is limited due to the number of credit worthiness of the government entities, individuals and organizations from whom the amounts are due.

(1) Summary of Significant Accounting Policies, Continued

(g) Investments

Investments are recorded at cost, if purchased, or at fair value, if donated. Thereafter, investments are reported at their fair values in the statements of financial position. Fair value is determined as more fully described in note 1(h). TGP's investments consist of money market funds and TGP's beneficial interest in funds held by The Denver Foundation in an investment pool consisting of both marketable and alternative investments. In general, investments in marketable equity and fixed income securities with readily determinable market values are reported at fair value based upon quoted prices in active markets. The market value of the investments held by The Denver Foundation is determined using the net asset value per share practical expedient method. Because of the nature of the investment pool, the recorded market value may differ significantly from the realizable values. Management is responsible for the fair value measurement reported in the financial statements and believes that the reported values are reasonable.

Investment return consists of the distributive share of any interest, dividends, capital gains and losses generated from investments, as well as the change in fair value of the investments. Gains and losses attributable to investments are realized and reported upon a sale or disposition of the investment. Unrealized gains and losses are included in the change in net assets in the statements of activities.

(h) Fair Value Measurements

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. These standards require an entity to maximize the use of observable inputs (such as quoted prices in active markets) and minimize the use of unobservable inputs (such as appraisals or other valuation techniques) to determine fair value. In addition, TGP reports certain investments using the net asset value per share as determined by The Denver Foundation under the "practical expedient" method. The practical expedient allows net asset value per share to represent fair value for reporting purposes when the criteria for using this method is met.

Fair value measurement standards require TGP to classify financial instruments, except for those valued at net asset value per share, into a three-level hierarchy, based on the priority of inputs to the valuation technique.

Level 1 Unadjusted quoted market prices for identical assets or liabilities in active markets as of the measurement date.

Level 2 Inputs other than quoted market prices that are observable for the asset/liability, either directly or indirectly.

Level 3 Unobservable inputs that cannot be corroborated by observable market data.

(1) Summary of Significant Accounting Policies, Continued

(h) Fair Value Measurements, Continued

In certain cases, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, an investment's level within the fair value hierarchy is based on the lowest level of input that is significant to the fair value measurement. These classifications (Level 1, 2, and 3) are intended to reflect the observability of inputs used in the valuation of investments and are not necessarily an indication of risk or liquidity.

(i) Property and Equipment

Property and equipment are stated at cost, if purchased, or fair market value at the date of donation, less accumulated depreciation. Depreciation is calculated using the straight-line method over the estimated useful life of the asset (five to forty years). TGP's policy is to capitalize all expenditures for property and equipment in excess of $3,000 and with an estimated useful life exceeding one year, and to expense normal repairs and maintenance as incurred. Management periodically evaluates whether events or circumstances have occurred indicating that the carrying amount of long-lived assets may not be recovered.

(j) Revenue Recognition

Contributions

Contributions are recognized when cash, securities or other assets, and unconditional promises to give, or notification of a beneficial interest is received. Conditional promises to give, that is, those with a measurable performance or other barrier, and a right of return, are not recognized until the conditions on which they depend have been substantially met. Should TGP substantially meet all conditions in the same period that the contribution was awarded, and barring any further donor-imposed restrictions, TGP has elected to recognize the revenue in net assts without donor restrictions.

TGP received contributions that are considered conditional grants. These grants include a right of return and are conditioned upon meeting specific milestones. At September 30, 2025 there were no conditional contributions from a Foundation that have not been recognized in the statement of activities.

All donor restricted support, including pledges, is reported as an increase in net assets with donor restrictions, depending on the nature of the restriction. When a donor restriction expires, (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

(1) Summary of Significant Accounting Policies, Continued

(j) Revenue Recognition, Continued

Unconditional contributions are recognized as revenue in the period the pledge is received. Contributions receivable are recorded at net realizable value if expected to be collected in one year and at fair value if expected to be collected in more than one year. TGP uses the allowance method to determine uncollectible unconditional contributions receivable. The allowance is based on prior years' experience and management's analysis of specific pledges made. There was no allowance for uncollectible amounts at September 30, 2025 because management believes all contributions receivable are fully collectible.

Government Grants

Government grants are treated as contributions that are conditioned upon certain performance requirements and the incurrence of allowable qualifying expenses. At September 30, 2025 conditional contributions from government grants totaling $48,529 have not been recognized in the statement of activities.

Government grants are recognized as revenue monthly after qualifying expenses are incurred. Grants receivable are expected to be collected within one year. Management considers all grants to be fully collectible; therefore, no allowance for doubtful accounts is considered necessary.

Program Service Fees

Program service fees mainly consist of earned revenue from contracts to provide staffing and operations at a shelter located in Denver, Colorado for persons experiencing homelessness. Revenue from exchange transactions is recorded as performance obligations are met under the contracts. Amounts received in advance are deferred until such time as they are earned.

Receivables relate to amounts due for fees for program services provided. An allowance for uncollectible receivables is provided based upon prior years' experience and management's analysis of specific balances. The allowance for doubtful accounts of other receivables was $0 at September 30, 2025 and 2024.

(k) Donated Goods and Services

Donated goods are valued at the fair value at the date of donation or, for clothing items, at the date the items are distributed to members. Contributed services are recognized as contributions if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by TGP.

A number of volunteers have donated time in connection with TGP's activities. No amounts have been reflected in the accompanying financial statements for these services because the donations do not meet the criteria for recognition under generally accepted accounting standards.

(1) Summary of Significant Accounting Policies, Continued

(l) Estimates

The preparation of financial statements in conformity with generally accepted accounting principles (GAAP) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

(m) Functional Allocation of Expenses

The costs of providing program and supporting services have been summarized on a functional basis in the accompanying statements of functional expenses. TGP incurs expenses that directly relate to, and can be assigned to, specific programs or supporting activities. TGP also conducts a number of activities which benefit both its program objectives as well as supporting services (i.e. fundraising and development and general and administrative activities). These costs, which are not specifically attributable to a specific program or supporting activity, are allocated by management on a consistent basis among program and supporting services benefited, based on either financial or nonfinancial data, such as headcount, square-footage, or estimates of time and effort incurred by personnel.

(n) Income Taxes

TGP is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and qualifies for the charitable contribution deduction. However, income from activities not directly related to its tax-exempt purpose is subject to taxation as unrelated business income. TGP incurred no unrelated business income tax during the years ended September 30, 2025 and 2024, respectively.

TGP follows the *Accounting for Uncertainty in Income Taxes* accounting standard which requires TGP to determine whether a tax position is more likely than not to be sustained upon examination by the applicable taxing authority, based solely on the technical merits of the position. TGP has analyzed the tax positions taken or expected to be taken that would require recognition of a liability (or asset) or disclosure in the financial statements and determined there are none. The three previous tax years remain subject to examination by the IRS.

(o) Subsequent Events

TGP has evaluated all subsequent events through February 26, 2026, which is the date the financial statements were available to be issued.

(2) Liquidity and Availability of Financial Assets

Financial assets are considered unavailable when illiquid, not convertible to cash within one year, when restricted by donors for purposes more limited than general expenditures, or funds that have been board designated. The following table reflects TGP's financial assets that are available for general expenditure within one year as of September 30:

	2025	2024
Available financial assets at year-end		
Cash and cash equivalents	$ 159,775	121,077
Contributions receivable within one year (note 3)	327,022	669,692
Grants receivable	323,579	299,794
Financial assets available for general expenditure over the next twelve months	$ 810,376	1,090,563

TGP anticipates collecting sufficient support and revenue to cover operating costs not covered by the above available financial assets. TGP also has a $200,000 line of credit available to cover short-term cash flow needs when necessary, and board designated operating, capital and strategic reserves of $16,346 and $501,624 at September 30, 2025 and 2024, respectively. Board designated reserves can be expended as needed by a majority vote of approval by TGP Board of Directors.

At September 30, 2025 and 2024, unappropriated earnings on the TGP Endowment held at The Denver Foundation totaling $120,291 and $173,110, respectively, are available to be disbursed upon request (see notes 9 and 10).

(3) Contributions Receivable

Contributions receivable totaling $327,022 at September 30, 2025, are expected to be collected in full during fiscal year 2026.

(4) Fair Value Measurements

TGP's assets under the fair value hierarchy levels consist of the following at September 30:

	2025	2024
Level 1		
Money market funds	$ 74	20
Net asset value per share		
Beneficial interest in assets held by others	$ 256,017	794,115

All assets have been valued using a market approach or net asset value per share. There were no changes to valuation techniques during the year. See note 5 for information related to investments measured at net asset value per share.

(5) Beneficial Interest in Assets Held by Others

TGP established an endowment fund (The Gathering Place Endowment Fund – "TGP Endowment") with The Denver Foundation (the Foundation) on November 27, 2013 and named itself as the beneficiary. TGP granted variance power to the Foundation which allows the Foundation to substitute a successor organization if TGP ceases to operate or exist or be qualified as a tax-exempt organization in section 501(c)(3) of the Internal Revenue Code. The TGP Endowment consists of donor-restricted funds. In addition to the donor-restricted endowment, TGP's beneficial interest in assets held by the Foundation at September 30, 2025 and 2024 includes board designated and undesignated funds.

In accordance with the accounting standard *Transfers of Assets to a Not-for-Profit Organization or Charitable Trust That Raises or Holds Contributions for Others* accounting standard, the transfer was not considered to be a contribution from TGP to the Foundation but rather was accounted for as a reciprocal transfer from TGP to the Foundation. Therefore, the transfer is reflected in the statement of financial position as "beneficial interest in assets held by others."

Endowment distributions are based on the terms of the agreement as discussed in note 10. Earnings in excess of distributions, if any, are reinvested in the endowment fund. The agreement can be amended by a vote of three-fourths of all directors of TGP then in office and by a vote of three-fourths of all members of the Board of Trustees of the Foundation then in office. Distributions of earnings from the endowment fund are unrestricted to TGP and can be used for any needs, including general operating support. Distributions of earnings from the endowment fund totaled $57,148 and $0 for the years ended September 30, 2025, and 2024, respectively.

Board designated funds can be withdrawn from the Foundation upon a three-quarter vote of approval by TGP Board of Directors.

The fair value of the beneficial interest in assets held by the Foundation at September 30, 2025 and 2024 was $256,017 and $794,115, respectively, and consisted of the following:

	2025	2024
TGP Endowment (notes 9 and 10)	$ 239,671	292,491
Board designated reserves (note 9)	16,346	501,624
Beneficial interest in assets held by others	$ 256,017	794,115

The assets held by the Foundation are in a co-mingled investment pool consisting of both marketable and alternative investments. TGP reports its interest in the pool at fair value using information provided by the Foundation. Investment return consists of TGP's distributive share of any interest, dividends, capital gains and losses generated from the investments, as well as the change in fair value of the investments. Investment return is reported as the change in beneficial interest in assets held by others and for the years ended September 30, 2025 and 2024 was 61,903 and $147,086, respectively.

(6) Property and Equipment

Property and equipment consisted of the following at September 30:

	2025	2024
Land	$ 50,000	50,000
Building and improvements	8,027,626	7,994,681
Furniture, fixtures and equipment	482,760	482,760
	8,560,386	8,527,441
Less accumulated depreciation	(4,047,409)	(3,832,564)
Property and equipment, net	$ 4,512,977	4,694,877

(7) Line of Credit

TGP has a $200,000 line of credit with a bank which bears interest at the lender's prime rate plus 1%. The interest rate is variable and can be adjusted monthly on the first day of the month. The line of credit matures on September 5, 2027. The outstanding balance on the line of credit totaled $0 and $200,000 at September 30, 2025 and 2024, respectively.

Borrowings under the line of credit are secured by the property located at 1535 High Street, Denver, Colorado, and are subject to certain covenants. Interest expense on the line of credit totaled $10,444 and $7,534 for the years ending September 30, 2025 and 2024, respectively.

(8) Notes and Loan Payable

On July 15, 2008, TGP entered into an agreement with Colorado Housing and Finance Authority (CHFA) to borrow $2,500,000 (the First Note) to finance building construction costs at 1535 High Street. The note is secured by a first lien Deed of Trust, Financing Statement and Assignment of Rents and Leases. Concurrently, TGP entered into a second agreement with CHFA in the amount of $621,000 (the Second Note). The note is secured by a second lien Deed of Trust, Financing Statement and Assignment of Rents and Leases.

Interest on the First Note is 4.73% per annum; interest on the Second Note is 1% per annum. Interest expense on the two notes during the years ended September 30, 2025 and 2024 was $79,157 and $83,327, respectively. Combined principal and interest payments totaling $15,668 are due on the notes each month through August 1, 2038.

Principal payments are due as follows for years ending September 30:

2026	113,149
2027	117,710
2028	122,483
2029	127,477
2030	132,704
Thereafter	1,267,260
	$ 1,880,783

(9) Net Assets

Board Designated Net Assets
The board has designated these net assets for the following purposes at September 30:

	2025	2024
Operating reserve	$ 16,346	501,624
Total board designated net assets	$ 16,346	501,624

Net Assets with Donor Restrictions
Net assets with donor restrictions consisted of the following at September 30:

	2025	2024
Specific time or purpose		
Personal growth and learning	$ 170,605	132,728
Member and other services	22,020	22,381
Net assets restricted for specific purpose	192,625	155,109
Endowment		
Unappropriated earnings on endowment	120,291	173,110
Donor-restricted endowment	119,381	119,381
Net assets restricted for endowment	239,672	292,491
Total net assets with donor restrictions	$ 432,297	447,600

Net assets were released from restrictions for the following purposes during the years ended September 30:

	2025	2024
Personal growth and learning	$ 527,926	364,627
Emergency services	266,049	526,739
General operating support	–	35,000
Total net assets released from restrictions	$ 793,975	926,366

(10) Endowment Funds

TGP follows the Uniform Prudent Management of Institutional Funds Act (UPMIFA). TGP has interpreted UPMIFA as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, TGP classifies as donor restricted endowments (a) the original value of gifts donated to the endowment, (b) the original value of subsequent gifts to the endowment, and (c) accumulations to the endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund.

(10) Endowment Funds, Continued

In accordance with UPMIFA, TGP will consider the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds.

(1) The duration and preservation of the fund
(2) The purpose of TGP and the donor-restricted endowment fund
(3) General economic conditions
(4) The possible effect of inflation and deflation
(5) The expected total return from income and the appreciation of investments
(6) Other available resources
(7) The investment policies of TGP.

As required by GAAP, net assets associated with these endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

Endowment funds consisted of the following at September 30:

	2025	2024
Unappropriated earnings on donor restricted endowment	$ 120,291	173,110
Donor-restricted endowment	119,381	119,381
Total TGP endowment	$ 239,672	292,491

Following are the changes in the TGP endowment for the years ended September 30:

	2025	2024
Beginning endowment net assets	$ 292,491	248,016
Investment return	4,328	44,475
Appropriated for expenditure	(57,147)	–
Ending endowment net assets	$ 239,672	292,491

Return Objectives and Risk Parameters and Strategies Employed for Achieving Objectives
As discussed in note 5, the TGP Endowment is held by The Denver Foundation. The Foundation has sole discretion over the investment of the TGP Endowment, within the standards set by UPMIFA.

Distribution Policy and How the Investment Objectives Relate to Distribution Policy
The distribution policy provides for annual distributions of 5% of the average of the previous twelve quarter's fair market value of the TGP Endowment, less administrative fees and expenses as of the third quarter balance of the preceding year. The average fair market value is determined in accordance with the Foundation's valuation policies and procedures in effect from time to time. Additional distributions require approval by The Denver Foundation's Board of Directors Executive Committee.

(11) Leases

TGP has non-cancelable operating leases for certain office equipment that expire at various times through 2026. Total rent for operating leases was $14,858 and $12,354 in 2025 and 2024, respectively. Rent totaling $6,635 is due in 2026.

(12) Contributed Goods and Services

Contributed goods and services consisted of the following at September 30:

	2025	2024
Food	$ 54,135	68,830
Clothing	241,031	143,490
Professional services	19,100	9,600
Total contributed goods and services	$ 314,266	221,920

TGP receives donated food that would typically be purchased if not provided as an in-kind contribution. These food donations are valued based on the weight of the food donation.

Contributed clothing and supplies received by TGP are recorded as in-kind contribution revenue and a corresponding expense as they are used. TGP values these items using either of these two methods (1) current price located on a publicly available website if the item is a match for the website item when donated; or (2) the current average price located on a publicly available website for similar items if a group of items are donated and items range in price depending on model, size, etc. The total amount recognized for donated goods is allocated among program and fundraising activities.

TGP receives donated maintenance, accounting, and other professional services that would typically be purchased if not provided as an in-kind contribution. These services, which require specialized skills, are recognized as in-kind contributions at fair value when the pledge is made and are expensed when the services are rendered. The estimated fair value of these professional services is provided by the service provider, who estimates the fair value based on the date, time, and market in which each service is rendered.

Unless otherwise noted, there were no donor-imposed restrictions associated with these donated goods and services. TGP does not sell donated gifts in-kind and only uses services, goods and facilities for its own program or supporting service activities.

(13) The Helen McLoraine Endowment Fund

TGP was named the designated beneficiary of The Helen McLoraine Endowment Fund (the Fund) with a $1,000,000 endowment held and administered by The Denver Foundation. This endowment fund was contributed directly to The Denver Foundation and is not shown as an asset of TGP. The endowment was created to fund the personal growth and learning program. TGP is entitled to an annual 5% distribution of the endowment as valued on September 30 of the preceding year. Distributions are paid equally on a quarterly basis. For the years ended September 30, 2025 and 2024, TGP recognized contribution revenue from the Fund of $49,443 and $47,981, respectively.

(14) Retirement Plan

TGP sponsors a defined contribution plan (the Plan) under the provisions of Internal Revenue Code Section 403(b). Eligible employees may participate in the Plan upon date of hire. The Plan is available to all employees over the age of eighteen. Participants are eligible to contribute an amount not to exceed limits set by the Internal Revenue Service. TGP has no matching obligations on contributions made to the Plan. However, TGP may make a discretionary contribution based upon a percentage of the employee's annual compensation, to be determined annually. TGP made no contributions to the Plan during the years ended September 30, 2025 and 2024.

(15) Operating Deficits and Management's Plans

In fiscal year 2025, TGP experienced a significant operating loss and had a net deficit of ($759,379) for the year. TGP's contributions have fell below expectations, primarily because of a significant reduction in governmental funding that was not offset by alternative revenue sources. These adverse conditions create uncertainty regarding TGP's ability to meet its funding requirements. To address this uncertainty, management has developed plans to ensure TGP's continuity. Management's plans include the following, some of which are fully implemented and others which are currently being implemented:

- Renegotiation or termination of high-cost contracts related to information technology infrastructure, human resources software, and telecommunications. In addition to a review and reduction of insurance premiums without compromising necessary coverage levels.
- Implementing strict controls to eliminate or defer all non-essential discretionary spending across all departments to preserve immediate cash reserves.
- Implementing a hiring freeze, allowing currently open positions to remain vacant.
- Engaging specialized consulting services to provide in-depth strategic guidance to the fundraising team and the Board of Directors designed to enhance donor engagement, optimize the gift solicitation processes, and diversify the donor base.
- Prioritize securing multi-year awards and grants.
- Engaging in negotiations with creditors to refinance or restructure existing debt.
- Implementing personnel cuts.

Management and the board are committed to the execution of any number of initiatives identified above to meet refinancing goals and to ensure the long-term sustainability of TGP.